CHAPTER NO. 517

SENATE BILL NO. 2663

By Harper

Substituted for: House Bill No. 2673

By Sontany, Briley, Sherry Jones

AN ACT to amend Tennessee Code Annotated, Title 55, Chapter 3, relative to certain repaired, rebuilt or salvaged motor vehicles.

BE IT ENACTED BY THE GENERAL ASSEMBLY OF THE STATE OF TENNESSEE:

- SECTION 1. Tennessee Code Annotated, Section 55-3-120, is amended by deleting subsection (c) in its entirety and substituting instead the following:
 - (c) An insurance company which obtains title to a motor vehicle as a result of paying a total loss claim resulting from collision, fire, or water damage shall obtain a salvage title, flood title, or nonrepairable vehicle certificate from the Division of Motor Vehicles. The provisions of this subsection (c) shall not apply to vehicles ten (10) years old or older with a value of one thousand five hundred dollars (\$1,500) or less.
- SECTION 2. Tennessee Code Annotated, Section 55-3-201(b), is amended by deleting from the first sentence the language "permit to dismantle" and substituting instead the language "salvage title, flood title, or nonrepairable vehicle certificate".
- SECTION 3. Tennessee Code Annotated, Section 55-3-202, is amended by deleting subsection (b) and substituting instead the following:
 - (b) A violation of this section is a Class A misdemeanor.
- SECTION 4. Tennessee Code Annotated, Section 55-3-212(b)(6)(A), is amended by deleting the final sentence and substituting instead the following:

The owner shall submit in writing under penalty of perjury that the information in the declaration is complete and accurate and, to the best of the owner's knowledge, no stolen parts were used during the construction or reconstruction of the motor vehicle; and

- SECTION 5. Tennessee Code Annotated, Section 55-3-212, is amended by deleting subsection (d) and substituting instead the following:
 - (d) A violation of this section is a Class A misdemeanor.
 - SECTION 6. This act shall take effect July 1, 2006, the public welfare requiring it.

PASSED: March 20, 2006

JOHN S. WILDER SPEAKER OF THE SENATE

JIMMY NAIFEH, SPEAKER
USE OF REPRESENTATIVES

APPROVED this 4th day of April 2006

PHIL BREDESEN, GOVERNOR